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PREDICT USER ALD WILL STIMULATE CHINA'S INDUSTRIAL DEVELOPMENT

SOVIET TECHNICIANS TO SHARE SKILLS -- Nan-ch iso Jih-pao, 14 Oct 49

Liu-shao-ch'i, Vice-Chairman of the Central People's government, announced at the organization meeting of the Sino-Soviet Friendship Association that the Soviet Union is loaning 200 technicians to China. This fact merits special mention, because of its effect on the current theory of the US-Chiang combination that their blockeds of Communist China will compel China to remain a technically and industrially backward state. It renders that theory just as ridiculous as America's idea that she could maintain a monoply on the atomic bomb.

The Soviet Union is a thoroughly modern scientific country. This is evidenced by the fact that she not only has the atomic bomb, but is also applying atomic energy to such entergrises as mixing, canal and tunnel digging, etc., and the fact that supersonic jet planes are in operation in the USSR that are still on the planning boards in America. These developments have been witnessed by Chinese delegates to European conferences who have passed through the USER.

These scientific advances will now be available for study by Chinese technicians and students because of the friendship of the Soviet Union for the New China. China now has good prospects of becoming industrialized in from 10 to 20 years.

Chinese technicians and students will have opportunities to study science in the USSR and in other countries. On 12 October 1949, the president of East Germany announced that he would seek a commercial agreement with the New China. China will thus be able to buy German machinery and to employ German engineers. Industr'ally advanced Czechoslovakia has recognized the New Chinese government and is ready to enter into a trade agr ement, thus providing another source of assistance for China.

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After a peace treaty with Japan has been signed, China will be able to buy machinery and engage technicians from that country.

The American blockade, therefore, will in no wise retard China's industrial progress. On the other hand, American British, French, Dutch and other traders within the American orbit are suffering because of America's refusal to permit them to trade with New China or their governments to recognize the new People's government. The result will be that these businessmen will lose the opportunity to trade with the New China while at the same time America's political aims will fail.

What will be the effect of the less of the China market to these foreign traders? A growing economic crists in capitalistic countries emphasizes the need for an expanding market. China offers the world a large market. Hence, the securing or losing of the China market is of supreme importance to capitalist

The obvious conclusion is that countries that follow America's lead in not recognizing China's new government are harming their own economic interests. When they can no longer resist the economic pressure they will seek relations with the New China.

ASSIGNMENT OF SOVIET TECHNICIANS TRAPO ARY -- To King Pac, 8 Oct 49

The USER has sent over 200 technicians into Manchuria and China proper with instructions from Stalin, according to their own testimony, to teach their smills to Chinese technicians and then to withdraw as soon as the Chinese are able to carry on successfully by themselves. They act purely as advisors entirely under the direction of Chinese superintendents.

Their salaries and perquisities are exactly the same as those of Chinese in the same positions. This is in marked contrast to the treatment formerly accorded technicians from other lands employed by the Chinese. It is made possible by the spirit of friendship and sacrifice which the Soviet Union manifests toward China, a spirit impossible for any of the capitalist countries to manifest.

By regarding the Soviet Union as our teacher, the Chinese revolution has been able to attain its present striking success, and only by maintaining this attitude can it be stabilized and brought to complete fruition.

The Soviet Union has developed an entirely new type of civilization and now leads the world in new theories of political, military, economic, banking, financial, commercial, educational, and scientific procedures. It is the responsibility of the people of the New China to absorb this new civilization and to this end they need the friendship and cooperation of the Soviet Union.

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